

By: Smith of Harris

H.B. No. 39

A BILL TO BE ENTITLED

AN ACT

1
2 relating to the use of the development project fund by a municipal
3 development district.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

5 SECTION 1. Section 377.072(c), Local Government Code, is
6 amended to read as follows:

7 (c) The district may use money in the development project
8 fund only to:

9 (1) pay the costs of planning, acquiring,
10 establishing, developing, constructing, or renovating one or more
11 development projects beneficial to [~~in~~] the district;

12 (2) pay the principal of, interest on, and other costs
13 relating to bonds or other obligations issued by the district or to
14 refund bonds or other obligations; or

15 (3) pay the costs of operating or maintaining one or
16 more development projects during the planning, acquisition,
17 establishment, development, construction, or renovation or while
18 bonds or other obligations for the planning, acquisition,
19 establishment, development, construction, or renovation are
20 outstanding.

21 SECTION 2. This Act takes effect immediately if it receives
22 a vote of two-thirds of all the members elected to each house, as
23 provided by Section 39, Article III, Texas Constitution. If this
24 Act does not receive the vote necessary for immediate effect, this

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1 Act takes effect on the 91st day after the last day of the
2 legislative session.